# Annual Financial Statements June 30, 2014

Annual Financial Statements As of and for the Year Ended June 30, 2014 With Supplemental Information Schedules

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#### **MEMBERS**

American Institute of Certified Public Accountants

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### ACCOUNTANT'S COMPILATION REPORT

Members of the Board LaSalle Parish Communications District Jena, Louisiana

We have compiled the accompanying basic financial statements of the governmental activities of LaSalle Parish Communications District (a component unit of the LaSalle Parish Police Jury) as of and for the year ended June 30, 2014. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide the assurance that there are no material modifications that should be made to the financial statements.

The District's discussion and analysis and budgetary comparison information, on pages 2 through 5 and page 19, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

# The Vercher Group

Jena, Louisiana September 30, 2014

# Management's Discussion and Analysis (MD&A) June 30, 2014

As management of the LaSalle Parish Communications District, we offer readers of the district's financial statements this narrative overview and analysis of the financial activities of the district for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the district's financial statements, which are attached.

### FINANCIAL HIGHLIGHTS

- The assets of the district exceeded its liabilities at the close of the most recent fiscal year by \$349,749 (net position).
- As of the close of the current fiscal year, the district's ending unrestricted net position was \$344,447.
- The district's cash balance at June 30, 2014, was \$66,443, while investments totaled \$261,368.
- The district had total revenue of \$161,925, and total expenditures of \$148,248, which increased the fund balance by \$13,677.
- The district had capital outlay of \$1,695 for the year.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The discussion and analysis is intended to serve as an introduction to the district's basic financial statements. The district's basic financial statements consist of the Statement of Net Position, Statement of Activities, Statement of Revenue, Expenditures and Changes in Fund Balances, Balance Sheet, and the Notes to the Basic Financial Statements.

# Management's Discussion and Analysis (MD&A) June 30, 2014

The district's overall financial position and operations for the past two years are summarized below based on the information in the current and prior financial statements.

**Statement of Net Position** 

Category		2013		2014	% Change
Assets			_		
<b>Current Assets</b>					
Cash & Cash Equivalents	\$	55,045	\$	66,443	20.7
Investments		259,114		261,368	0.9
Receivables (Net of Allowance)		19,203		19,696	2.6
<b>Total Current Assets</b>		333,362		347,507	4.2
Non-Current Assets					
Capital Assets (Net of Depreciation)		6,110		5,302	-13.2
<b>Total Non-Current Assets</b>		6,110		5,302	-13.2
Total Assets	_	339,472	-	352,809	3.9
Liabilities					
Accounts Payable		2,592		3,060	18.1
<b>Total Liabilities</b>		2,592		3,060	18.1
Invested in Capital Assets, Net of Debt		6,110		5,302	-13.2
Unrestricted Assets		330,770		344,447	4.1
<b>Total Net Position</b>	\$	336,880	\$	349,749	3.8

Cash for the district increased by \$11,398 or 20.7% for the current year. The main cause for this increase was due to a decrease in expenses of \$19,319.

Capital assets for the district decreased by \$808 or 13.2% for the current year. The main cause for this decrease was due to an increase in accumulated depreciation in the amount of \$2,503.

# Management's Discussion and Analysis (MD&A) June 30, 2014

Statement of Revenues, Expenditures and Changes in Fund Balances

Category		2013	- <b> </b>	2014	% Change
Revenues					
Communication Fees	\$	156,461	\$	159,475	1.9
Interest Income		2,586		2,255	-12.8
Other Revenues		3,908		195	-95.0
Total Revenues		162,955		161,925	-0.6
Expenditures					
Personnel Costs		70,466		74,980	6.4
Office Expense		6,355		4,106	-35.4
Utilities		5,734		5,572	-2.8
Insurance		3,258		3,405	4.5
Auto Expense		29,623		4,073	-86.3
Equipment Rental		26,977		37,272	38.2
Tower Rental		2,850		3,704	30.0
Professional Fees		2,510		2,765	10.2
Hardware		5,643		10,049	78.1
Trunk Lines		11,495		-0-	-100.0
Capital Outlay		1,695		1,695	0.0
Other		961		627	-34.8
Total Expenditures		167,567	· ·	148,248	-11.5
Excess of Revenues Over Expenditures		(4,612)		13,677	396.6
Fund Balance-Beginning		335,382		330,770	-1.4
Fund Balance-Ending	\$ _	330,770	\$	344,447	4.1

Revenues for the district decreased by \$1,030 or 0.6% for the current year. The main cause for this decrease was due to decreases in other income in the amount of \$3,713.

Expenditures for the district decreased by \$19,319 or 11.5% for the current year. The main cause for this decrease was due to a decrease in auto expense in the amount of \$25,550.

See accountant's report.

# Management's Discussion and Analysis (MD&A) June 30, 2014

# **CAPITAL ASSET & DEBT ADMINISTRATION**

# **Capital Assets**

As of June 30, 2014, the district's investment in capital assets was \$5,302. (Net of accumulated depreciation). This investment consists of equipment.

# **Long Term Debt**

The District does not have any long-term liabilities at this time.

# CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The financial report is designed to provide a general overview of the district's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the following address:

LaSalle Parish Communications District PO Box 57 Jena, Louisiana 71342

# **Basic Financial Statements**

# LASALLE PARISH COMMUNICATIONS DISTRICT Statement of Net Position June 30, 2014

		GENERAL Fund
Assets	_	
CURRENT ASSETS		
Cash & Cash Equivalents	\$	66,443
Investments		261,368
Receivables (Net of Allowances for Uncollectibles)		19,696
TOTAL CURRENT ASSETS		347,507
Non Current Assets		
Capital Assets (Net of Depreciation)		5,302
TOTAL NON-CURRENT ASSETS	-	5,302
TOTAL ASSETS	_	352,809
Liabilities		
Accounts Payable		3,060
TOTAL LIABILITIES	-	3,060
NET POSITION		
Invested in Capital Assets, Net of Related Debt		5,302
Unrestricted		344,447
TOTAL NET POSITION	\$ _	349,749

# Statement of Activities For the Year Ended June 30, 2014

			P	ROGRAM REVE	NUE	:S			TOTAL NET (EXPENSES) REVENUES
		Charges		Operating		Capital		Net	
GOVERNMENTAL		for		Grants &		Grants &		(Expenses)/	Governmental
ACTIVITIES	Expenses	Services		Contributions		Contributions		Revenue	Activities
General	\$ (149,056) \$	159,475	\$	-0-	\$	-0-	\$	10,419	\$ 10,419
Total	\$ (149,056) \$	159,475	\$	-0-	\$	-0-	\$ _	10,419	 10,419
						Interest Income Other Income			2,255 195
						TOTAL GENER	al I	REVENUES	 2,450
						CHANGE IN NE	т Ро	OSITION	12,869
						NET POSITION-	BEG	GINNING	336,880
						NET POSITION-	ENI	DING	\$ 349,749

# LASALLE PARISH COMMUNICATIONS DISTRICT Balance Sheet, Governmental Funds June 30, 2014

		GENERAL FUND
Assets	_	
Cash & Cash Equivalents	\$	66,443
Investments		261,368
Receivables (Net of Allowances for Uncollectibles)		19,696
TOTAL ASSETS	=	347,507
LIABILITIES & FUND BALANCES		
Accounts, Salaries, & Other Payables		3,060
Fund Balance, Unassigned		344,447
TOTAL LIABILITIES & FUND BALANCES	\$	347,507

# Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position For the Year Ended June 30, 2014

Fund balances – total governmental funds		\$ 344,447
Amounts reported for Governmental Activities in the Statement of Net Position are different because:		
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the governmental funds.		
Governmental Capital Assets Less Accumulated Depreciation	\$ 135,751 (130,449)	
		5,302
Net position of Governmental Activities		\$ 5,302 349,749

# Statement of Revenues, Expenditures & Changes in Fund Balances Governmental Funds

# For the Year Ended June 30, 2014

		GENERAL FUND
REVENUES		_
Communication Fees	\$	159,475
Interest Income		2,255
Other Revenues	_	195
TOTAL REVENUES	-	161,925
Expenditures		
Personnel Costs		74,980
Office Expense		4,106
Utilities		5,572
Insurance		3,405
Auto Expense		4,073
Equipment Rental		37,272
Tower Rental		3,704
Professional Fees		2,765
Hardware		10,049
Capital Outlay		1,695
Other		627
TOTAL EXPENDITURES		148,248
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		13,677
FUND BALANCES-BEGINNING	_	330,770
FUND BALANCES-ENDING	\$ _	344,447

# Reconciliation of the Statement of Revenues, Expenditures, & Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2014

Net change in fund balances – total governmental funds		\$	13,677
Amounts reported for Governmental Activities in the Statement of Activities are different because:			
Governmental funds report capital outlays as expenditures.  However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.			
Capital Outlay Depreciation Expense	\$ 1,695 (2,503)	_	
Change in Net Position of Governmental Activities		\$ 	(808) 12,869
Change in Net 1 obtton of Governmental Activities		Ψ	12.007

# Notes to the Basic Financial Statements

# NOTES TO THE BASIC FINANCIAL STATEMENTS JUNE 30, 2014

# 1. <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</u>

LaSalle Parish Communication District was created by the LaSalle Parish Police Jury, as authorized by Louisiana Revised Stature 33:4562. The Communications District is administered by a board of seven commissioners and are collectively referred to as the board of commissioners and are appointed by the LaSalle Parish Police Jury. The board is governed by Chapter 31 Title 33 of the Louisiana Revised Statutes of 1950, as amended (R.S. 33:9101-9106) and other constitutional or statutory authority as provided by the legislature. The District was formed to plan, develop, test and implement "E-911" (Enhanced) communications system.

In conformance with GASB Statement No. 14, the LaSalle Parish Communication District is a component unit of the LaSalle Parish Police Jury, the governing body of the parish and the governmental body with oversight responsibility. The accompanying financial statements present information only on the funds maintained by the LaSalle Communication District and do not present information on the LaSalle Parish Police Jury, the general government services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

# **Impact of Recently Issued Accounting Principles**

In December 2010, the GASB issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. GASBS No. 62 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure. This Statement is effective for periods beginning after December 15, 2011, and has been implemented in fiscal year 2012. The adoption of GASBS No. 62 does not have any impact on the Funds' financial statements.

In June 2011, the GASB issued Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. GASBS No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. The Statement of Net Assets is renamed the Statement of Net Position and includes the following elements: assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. This Statement is effective for periods beginning after December 15, 2011, and has been implemented in fiscal year 2012. The adoption of GASBS No. 63 does not have any impact on the Funds' financial statements.

# NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED JUNE 30, 2014

#### A. GOVERNMENT-WIDE & FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Changes in Net Position) report information on all of the nonfiduciary activities of the LaSalle Parish Communications District.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meetings the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. All individual governmental funds are reported as separate columns in the fund financial statements.

### B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, & FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Fees associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The LaSalle Parish Communications District reports the following governmental funds:

The General Fund is the entity's primary operating fund. It accounts for all financial resources of the entity, except those required to be accounted for in another fund.

# NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED JUNE 30, 2014

#### C. BUDGETARY PRACTICES

The District prepares a budget at the beginning of each year. The Board approves the budget and any subsequent amendments. All appropriations end at year end.

### D. CASH & INVESTMENTS (CERTIFICATES OF DEPOSIT IN EXCESS OF 90 DAYS)

### Deposits

It is the District's policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The District's deposits are categorized to give an indication of the level of risk assumed by the District at year-end. All of the District's cash was secured at the year end.

### E. VACATION, SICK LEAVE, & COMPENSATED ABSENCES

The LaSalle Parish Communications District has no leave policies.

#### F. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### 2. CHANGES IN GENERAL FIXED ASSETS

A summary of change in general fixed assets follows:

		6-30-2013				6-30-2014
		Balance	Additions	<b>Deletions</b>		Balance
Equipment	\$	134,056	\$ 1,695	\$ -0-	S	135,751
Accumulated Depreciation		(127,946)	(2,503)	-0-		(130,449)
Net Fixed Position	\$ _	6,110	\$ (808)	\$ -0-	\$	5,302

Fixed assets are depreciated using the straight-line method using the following useful lives:

Equipment 5 Years

# NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED JUNE 30, 2014

### 3. RENTAL

- The District rents space from Tower Communications Inc. in the amount of \$3,704 annually.
- The District entered into a special service arrangement with BellSouth (currently AT&T), to lease radio equipment, at \$2,171 per month, for 72 months expiring 8/7/2005. The District is currently renting the equipment and has no future lease obligation with the company.

### 4. <u>RECEIVABLES</u>

The receivables at June 30, 2014, are detailed below:

Surcharge Fees \$ 19,696

Allowance for doubtful accounts, if any, is considered immaterial and is not presented.

# 5. PAYABLES

The payables at June 30, 2014, are detailed below:

Vendors Payable \$3,060

### 6. PENSION PLAN

Employees of the district are covered by the social security program. In addition to employee payroll deductions, the district is required to contribute an equal amount to the social security system. The district does not guarantee the benefits provided by the system.

#### 7. **BOARD MEMBERS**

Board Member	Title	Salary
Scott Franklin	Chairman	-0-
Tom Kendrick	Vice-Chairman	-0-
Jimmy Dean	Board Member	-0-
Fred Book	Board Member	-0-
John Heath	Board Member	-0-
G.C. Stapleton	Board Member	-0-
Linda Vachula	Secretary/Treasurer	-0-

# 8. <u>LITIGATION & CLAIMS</u>

At June 30, 2014, the district is not involved in any litigation.

**Required Supplemental Information** 

# Statement of Revenues, Expenditures & Changes in Fund Balances Budget & Actual General Fund

# For the Year Ended June 30, 2014

	_	BUDGET AMOUNTS				ACTUAL AMOUNTS		BUDGET VARIANCES	
	_	ORIGINAL		FINAL		BUDGETARY BASIS		OVER (UNDER)	
REVENUES									
Communication Fees	\$	161,500	\$	160,000	\$	159,475	\$	(525)	
Interest Income		-0-		-0-		2,255		2,255	
Other		4,900		-0-		195		195	
TOTAL REVENUES		166,400		160,000		161,925		1,925	
EXPENDITURES									
Personnel Costs		72,000		77,000		74,980		2,020	
Office Expense		6,400		6,000		4,106		1,894	
Utilities		5,800		7,000		5,572		1,428	
Insurance		3,400		5,000		3,405		1,595	
Auto Expense		6,000		5,000		4,073		927	
Equipment Rental		31,073		45,000		37,272		7,728	
Tower Rental		-0-		-0-		3,704		(3,704)	
Professional Fees		2,700		3,000		2,765		235	
Hardware		6,200		12,000		10,049		1,951	
Capital Outlay		2,200		3,000		1,695		1,305	
Trunk Lines		12,540		-0-		-0-		-0-	
Other		500		1,000		627		373	
TOTAL EXPENDITURES		148,813		164,000		148,248	<u></u>	15,752	
EXCESS OF REVENUES									
OVER EXPENDITURES	\$_	17,587	\$	(4,000)		13,677	\$_	17,677	
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR					-	330,770			
FUND BALANCE (DEFICIT) AT END OF YEAR					\$	344,447			

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#### **MEMBERS**

American Institute of Certified Public Accountants

Society of Louisiana Certified Public Accountants

# MANAGEMENT LETTER COMMENTS

LaSalle Parish Communications District Jena, Louisiana

# **CURRENT YEAR MANAGEMENT LETTER COMMENTS:**

There are no current year comments.